

CITY COUNCIL AGENDA ITEM COVER MEMO

Agenda Item Number: _____

Meeting Type: Regular

Meeting Date: Feb 25, 2016

Action Requested By: Community Development Agenda Type: Resolution

Subject Matter:

Resolution requesting a public hearing (to be set for March 10, 2016).

Exact Wording for the Agenda:

Resolution setting a public hearing as required by Section 147(f) of the Internal Revenue Code of 1986, as amended, on a resolution authorizing the issuance of Multifamily Housing Revenue bonds for Westlake Apartments.

Note: If amendment, Please state title and number of the original

Item to be considered for: Action Unanimous Consent Required: No

Briefly state why the action is required; why it is recommended; what council action will provide, allow and accomplish and; any other information that might be helpful.

Associated Cost: _____ Budgeted Item: Not Applicable

MAYOR RECOMMENDS OR CONCURS: Yes

Department Head: Murphy Date: 2/22/16

RESOLUTION NO. 16-_____

WHEREAS, the City Council of the City of Huntsville, Alabama, has requested a public hearing as required by Section 147(f) of the Internal Revenue Code of 1986, as amended, on a resolution authorizing the issuance of Multifamily Housing Revenue Bonds for Westlake Apartments, a multifamily rental housing development within the City of Huntsville.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Huntsville, Alabama, that a hearing be set on this matter for the 10th day of March, 2016, at 6:00 p.m., in the City Council Chambers on the 1st floor of 308 Fountain Circle.

ADOPTED this the 25th day of February, 2016.

President of the City Council of
the City of Huntsville, Alabama

APPROVED this the 25th day of February, 2016.

Mayor of the City of
Huntsville, Alabama

RESOLUTION NO. 16-_____

REGARDING WESTLAKE APARTMENTS AND PUBLIC FINANCE AUTHORITY
MULTIFAMILY HOUSING REVENUE BONDS
(DOGWOOD HOUSING, INC. SOUTHEAST PORTFOLIO PROJECT) SERIES 2016

BE IT RESOLVED BY THE CITY COUNCIL (the "City Council") OF THE
CITY OF HUNTSVILLE, ALABAMA (the "City") AS FOLLOWS:

Section 1. The City Council has found and determined as follows:

(a) Public Finance Authority, a political subdivision of the State of Wisconsin created for the purpose of issuing bonds, intends to issue its Multifamily Housing Revenue Bonds (Dogwood Housing, Inc. Southeast Portfolio Project) Series 2016, in one or more series (the "Bonds") from time to time, in an amount not to exceed \$25,800,000. A portion of the proceeds from the sale of the Bonds, not expected to exceed \$3,600,000, will be used to make a loan to Westlake Affordable LLC, an Alabama limited liability company (the "Borrower"), the sole member of which is Dogwood Housing, Inc., a Maryland nonprofit corporation, and used to finance and/or refinance the acquisition, rehabilitation, equipping and/or improvement of the following multifamily rental housing development: Westlake Apartments, 1901 Sparkman Drive, Huntsville, Alabama consisting of 72 units, to be owned by Westlake Affordable LLC; to pay interest on the Bonds, to pay costs of issuance of the Bonds, and/or to fund a debt service reserve fund for the Bonds (collectively, the "Project"). The Project is located within the corporate limits of the City. The remainder of the Bonds will be issued primarily to acquire and rehabilitate other affordable housing developments in Alabama, Mississippi, North Carolina and Tennessee. The initial owner, operator or manager of the Project is expected to be the Borrower. The Bonds shall never constitute an indebtedness of the City within the meaning of any state constitutional provision or statutory limitation, and will not constitute or give rise to pecuniary liability of the City or a charge against its general credit or its taxing powers.

(b) The City Council held a public hearing on March 10, 2016 concerning the Project and the proposed Bonds; notice of such hearing was published in The Huntsville Times on February 21, 2016.

Section 2. The City Council does hereby approve the Project and the issuance of the Bonds as described in Section 1(a) hereinabove. Such approval shall not be construed as expressing any view as to the financial feasibility of the Project or the adequacy of any security provided for the Bonds.

Section 3. The Mayor, the City Clerk and the members of the City Council are hereby separately authorized and directed to take any and all actions that they may deem advisable in order to give effect to the intent of this resolution, and in connection therewith to perform in the name of the City such actions and to execute, deliver, seal, attest and accept such other ancillary documents and certificates as may be necessary or advisable, and all such actions taken are hereby ratified and confirmed as valid and binding on the City.

Section 4. This resolution shall take effect immediately.

ADOPTED this _____ day of _____, 2016.

President of the City Council
of the City of Huntsville,
Alabama

APPROVED this _____ day of _____, 2016.

Mayor of the City of
Huntsville, Alabama